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Release Date 1-18-06

HOUSING AUTHORITY OF THE
CITY OF OPELOUSAS

FINANCIAL REPORT FOR THE
YEAR ENDED JUNE 30, 2005

RICHARD C. URBAN
CERTIFIED PUBLIC ACCOUNTANT

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HOUSING AUTHORITY OF THE CITY OF OPELOUSAS, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2005

Introduction

The Management's Discussion and Analysis is a narrative overview and analysis of the financial activities of the Housing Authority of the City of Opelousas, Louisiana (The Authority) for the fiscal year ended June 30, 2005. Management's Discussion and Analysis (MD&A) is to look at the overall financial performance of the Housing Authority of the City of Opelousas, Louisiana using an objective, easily readable analysis of the Authority's financial activities. We encourage readers to consider the information presented herein in conjunction with additional information that we have furnished in the Notes to Financial Statements. Please reference the Table of Contents for the exact location of those items.

Financial Highlights

- The assets of the Authority exceeded its liabilities as of June 30, 2005 by \$10,936,222 (net assets)
- The Authority's cash balance as of June 30, 2005 was \$646,584 representing a decrease of \$262,163 from the prior year.
- The Authority had \$1,027,145 in Tenant Revenue, \$1,004,035 in HUD Operating Grants for the year ended June 30, 2005. Interest income and other operating revenues totaled \$9,570.
- Overall the Authority continues to maintain a strong financial position and operates without the need for debt borrowing.

Overview of the Financial Statements

The financial statements included in this annual report are those of a special-purpose government engaged in a business-type activity. The following statements are included:

- Statement of Net Assets – reports the Authority's current financial resources (short term spendable resources) with capital assets and long-term debt obligations.
- Statement of Revenues, Expenses, and Changes in Fund Net Assets - reports the Authority's operating and non-operating revenues, by major source along with operating and non-operating expenses and capital contributions.
- Statement of Cash Flows – reports the Authority's cash flows from operating, investing, capital and non-capital activities.

Reporting on the Housing Authority as a Whole

The analysis of the Authority as a whole is discussed below. The MD&A should answer the question "Is the Authority as a whole better off or worse as a result of the year's activities?"

The attached analysis of entity wide net assets, revenues, and expenses are provided to assist with answering the above question. This analysis includes all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. This analysis also reflects the Authority's net assets and changes in them. The Authority's net assets are the differences between what the Authority owns (i.e., assets) and what the Authority owes (i.e., liabilities), as one way to measure the Authority's financial health.

The Notes to Financial Statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The Notes to Financial Statements can be found in this report after the financial statements referred to above.

Over time, changes in the Authority's net assets are an indicator of whether its financial health is improving or deteriorating. Readers need to consider other non-financial factors such as changes in family composition, fluctuations in the local economy, HUD mandated program administrative changes, and the physical condition of the Authority's capital assets to assess the overall health of the Authority.

Analysis of Entity Wide Net Assets (Statement of Net Assets)

Total Assets for FYE 2005 was \$11,283,355 and at FYE 2004 the amount was \$11,401,875. This represents a net decrease of \$118,520 over the prior year.

Cash decreased by \$262,163 from the prior year. Tenant revenue-other increased by \$6,017 and the operating subsidy increased by \$3,456. The utility expenses increased by \$8,225 and the ordinary expenses increased by \$117,341.

Total Liabilities increased from \$325,130 in FYE 2004 to \$347,133 in FYE 2005. This represents an increase of \$22,003.

Non-Current Liabilities decreased by \$11,131. This increase represents an adjustment to properly record compensated absences.

The following table illustrates our analysis:

	<u>2005</u>	<u>2004</u>	<u>Variance</u>
Cash	\$646,584	\$908,747	\$(262,163)
Other current assets	171,576	196,522	(24,946)
Restricted cash	27,800	27,250	550
Capital assets	<u>10,437,395</u>	<u>10,269,356</u>	<u>168,039</u>
Total assets	<u>11,283,355</u>	<u>11,401,875</u>	<u>(118,520)</u>
Current liabilities	273,839	241,205	32,634
Restricted cash liabilities	27,750	27,250	500
Non-current liabilities	<u>45,544</u>	<u>56,675</u>	<u>(11,131)</u>
Total liabilities	<u>347,133</u>	<u>325,130</u>	<u>22,003</u>
Investment in capital assets	10,437,395	10,269,356	168,039
Unrestricted	<u>498,827</u>	<u>807,389</u>	<u>(308,562)</u>
Total net assets	<u>10,936,222</u>	<u>11,076,745</u>	<u>(140,523)</u>

Analysis of Entity Wide Revenues (Statement of Activities)

The Authority administers the following programs and the revenues generated from these programs during FYE 2005 were as follows:

	<u>Amount</u>	<u>Percent</u>
Low Income Public Housing	\$1,960,495	56.71
Capital Grants		
Capital Fund	1,464,258	42.35
Resident Services		
Drug Elimination	<u>32,411</u>	<u>.94</u>
Total	<u>3,457,164</u>	<u>100.00</u>

Analysis of Entity Wide Expenditures

In FYE 2005 and FYE 2004 total revenues were \$3,457,164 and \$3,390,847, respectively. Comparatively, FYE 2005 revenues were above FYE 2004 revenues by \$66,317. Decreases in operating revenue and capital grants were the contributing factors as reflected below.

Total Expenses increased by 7.63% in FYE 2005 as compared to FYE 2004. In FYE 2005 and FYE 2004 total expenses were \$3,597,687 and \$3,342,729.

The schedule below reflects increases and decreases in individual line items.

	<u>2005</u>	<u>2004</u>	<u>Variance</u>
<u>OPERATING REVENUES</u>			
Charges for services:			
Tenant rental revenue	\$797,158	\$793,702	\$3,456
Tenant revenue – other	229,987	223,970	6,017
HUD operating grants	1,004,035	958,953	45,082
Other income	<u>9,570</u>	<u>7,666</u>	<u>1,904</u>
<u>Total operating revenues</u>	<u>2,040,750</u>	<u>1,984,291</u>	<u>56,459</u>
<u>OPERATING EXPENSES</u>			
Administrative salaries	256,732	237,413	19,319
Auditing and accounting fees	49,200	45,625	3,575
Compensated absences	39,387	4,162	35,225
Employee benefit contr. – admin.	99,835	99,318	517
Other operating – administrative	165,229	193,969	(28,740)
Utilities	630,570	622,345	8,225
Ordinary maint. – labor	341,665	319,076	22,589
Ordinary maint. – materials	165,203	124,940	40,263
Ordinary maint. – contract costs	137,928	83,070	54,858
Employee ben. contr. – ord. main.	132,863	133,232	(369)
Protective services – labor	24,042	23,038	1,004

	<u>2005</u>	<u>2004</u>	<u>Variance</u>
<u>OPERATING EXPENSES - Continued</u>			
Protective services – contract costs	\$30,000	\$90,000	\$(60,000)
Employee ben. contr. – prot. ser.	9,349	9,690	(341)
Insurance premiums	201,073	194,319	6,754
Other general expenses	23,322	57,530	(34,208)
Payments in lieu of taxes	38,695	38,766	(71)
Bad debts – tenants	15,748	11,970	3,778
Depreciation	<u>1,236,846</u>	<u>1,054,266</u>	<u>182,580</u>
<u>Total operating expenses</u>	<u>3,597,687</u>	<u>3,342,729</u>	<u>254,958</u>
 <u>Operating loss</u>	 <u>(1,556,937)</u>	 <u>(1,358,438)</u>	 <u>(198,499)</u>
 <u>NON-OPERATING REVENUES (EXPENSES)</u>			
Capital grants	1,404,885	1,393,615	11,270
Investment income	<u>11,529</u>	<u>12,941</u>	<u>(1,412)</u>
<u>Total non-operating revenues</u>	<u>1,416,414</u>	<u>1,406,556</u>	<u>9,858</u>
 <u>Change in net assets</u>	 <u>(140,523)</u>	 <u>48,118</u>	 <u>(188,641)</u>

Budgetary Summary

Low Rent Program Budgetary Highlights are as follows:

The final operating budget for the Low Rent Program approved by HUD for fiscal year ended June 30, 2005 showed budgeted expenses exceeding budgeted revenues by \$1,628,950.

The revenue budget was \$1,043,520 for fiscal year 2005. The variance between the budget and the actual revenues was \$4,724.

The expense budget was \$2,672,470 for fiscal year 2005. The variance between the budget and the actual expenses was \$403,413.

Capital Asset

The Authority's total investment in capital assets at June 30, 2005 was \$28,075,083, with accumulated depreciation of \$17,637,688. This results in capital assets, net of accumulated depreciation of \$10,437,395.

As of fiscal year end 2005, the Authority is still in the process of completing HUD grants of \$3,498,226 obtained during fiscal years 2002 through 2004. A total remainder of \$1,193,972 will be received for completing these projects during fiscal year 2006.

Future Budget and Economic Outlook

The Authority is primarily dependent upon HUD for the funding of operations; therefore, the Authority is affected by federal budget and HUD mandates. In September 2005, HUD mandated that the Authority provide housing to Hurricane Katrina evacuees rent free for 90 days if the operating budget could handle this burden. The Board of Commissioners of the Authority also approved this same policy for Hurricane Rita evacuees.

Requests for Information

This report is intended to provide interested parties with a general overview of the finances of the Housing Authority of the City of Opelousas, Louisiana. Questions or requests for further information should be addressed to the Authority at P.O. Box 689, Opelousas, Louisiana 70571-0689.

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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Opelousas Housing Authority
Opelousas, Louisiana

We have audited the accompanying financial statements of the business-type activities of the Housing Authority of the City of Opelousas, Louisiana as of and for the year ended June 30, 2005, which collectively comprise the Housing Authority's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Housing Authority's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

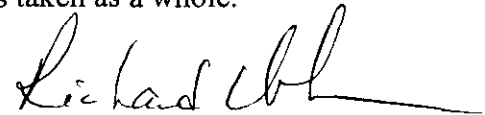
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the business-type activities of the Housing Authority of the City of Opelousas, Louisiana, as of June 30, 2005, and the respective changes in financial position and cash flows, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated November 11, 2005, on our consideration of the Housing Authority of the City of Opelousas, Louisiana's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages i-iv, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Housing Authority of the City of Opelousas, Louisiana's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. The accompanying financial information listed as supplemental information in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the Housing Authority of the City of Opelousas, Louisiana. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The accompanying Financial Data Schedules required by HUD are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

A handwritten signature in black ink, appearing to read "Richard C. Urban", with a long horizontal flourish extending to the right.

Richard C. Urban, CPA

Opelousas, Louisiana
December 1, 2005

FINANCIAL STATEMENTS

OPELOUSAS HOUSING AUTHORITY
STATEMENT OF FUND NET ASSETS -
PROPRIETARY FUNDS
June 30, 2005

<u>ASSETS</u>	<u>Low Rent</u>	<u>CIAP & CGP</u>	<u>Drug Elimination</u>	<u>Capital Funding</u>	<u>Total Enterprise Funds</u>
Current assets:					
Cash and cash equivalents	\$ 646,584	\$	\$	\$	\$ 646,584
Accounts receivable, net	362				362
Accrued interest receivable	226				226
Inventory	43,704				43,704
Prepaid expenses	<u>127,284</u>	<u> </u>	<u> -</u>	<u> -</u>	<u>127,284</u>
Total current assets	<u>818,160</u>	<u> </u>	<u> -</u>	<u> -</u>	<u>818,160</u>
Restricted assets:					
Cash and cash equivalents	<u>27,800</u>	<u> </u>	<u> -</u>	<u> -</u>	<u>27,800</u>
Total restricted assets	<u>27,800</u>	<u> </u>	<u> -</u>	<u> -</u>	<u>27,800</u>
Non-current assets:					
Capital assets:					
Land	1,182,902				1,182,902
Other capital assets, net of accumulated depreciation	<u>5,918,726</u>	<u> -</u>	<u> -</u>	<u>3,335,767</u>	<u>9,254,493</u>
Total non-current assets	<u>7,101,628</u>	<u> -</u>	<u> -</u>	<u>3,335,767</u>	<u>10,437,395</u>
Total assets	<u>7,947,588</u>	<u> -</u>	<u> -</u>	<u>3,335,767</u>	<u>11,283,355</u>

See accompanying notes to financial statements.

<u>LIABILITIES</u>	<u>Low Rent</u>	<u>CIAP & CGP</u>	<u>Drug Elimination</u>	<u>Capital Funding</u>	<u>Total Enterprise Funds</u>
Liabilities:					
Current liabilities:					
Accounts payable	\$ 54,061	\$	\$	\$	\$ 54,061
Wages and benefits payable	27,350				27,350
Accounts payable - PILOT	38,695				38,695
Compensated absences payable	152,811				152,811
Accounts payable - other	<u>922</u>	<u></u>	<u>-</u>	<u>-</u>	<u>922</u>
Total current liabilities	<u>273,839</u>	<u></u>	<u></u>	<u>-</u>	<u>273,839</u>
Liabilities payable from restricted assets:					
Tenant security deposits	<u>27,750</u>	<u></u>	<u>-</u>	<u>-</u>	<u>27,750</u>
Total liabilities payable from restricted assets	<u>27,750</u>	<u></u>	<u>-</u>	<u>-</u>	<u>27,750</u>
Non-current liabilities:					
Compensated absences payable	<u>45,544</u>	<u></u>	<u>-</u>	<u>-</u>	<u>45,544</u>
Total non-current liabilities	<u>45,544</u>	<u></u>	<u>-</u>	<u>-</u>	<u>45,544</u>
Total liabilities	<u>347,133</u>	<u></u>	<u>-</u>	<u>-</u>	<u>347,133</u>
<u>NET ASSETS</u>					
Invested in capital assets, net of related debt	7,101,628	-		3,335,767	10,437,395
Unrestricted	<u>498,827</u>	<u></u>	<u></u>	<u>-</u>	<u>498,827</u>
Total net assets	<u>7,600,455</u>	<u>-</u>	<u></u>	<u>3,335,767</u>	<u>10,936,222</u>

OPELOUSAS HOUSING AUTHORITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET ASSETS – PROPRIETARY FUNDS
Year Ended June 30, 2005

<u>OPERATING REVENUES</u>	<u>Low Rent</u>	<u>CIAP & CGP</u>	<u>Drug Elimination</u>	<u>Capital Funding</u>	<u>Total Enterprise Funds</u>
Charges for services:					
Tenant rental revenue	\$ 797,158	\$	\$	\$	\$ 797,158
Tenant revenue - other	229,987				229,987
HUD operating grants	912,251		32,411	59,373	1,004,035
Other income	9,570		-	-	9,570
Total operating revenues	<u>1,948,966</u>		<u>32,411</u>	<u>59,373</u>	<u>2,040,750</u>

OPERATING EXPENSES

Administrative salaries	256,732				256,732
Auditing & accounting fees	49,200				49,200
Compensated absences	39,387				39,387
Employee Benefit Contr. - admin.	99,835				99,835
Other operating - administrative	73,445		32,411	59,373	165,229
Utilities	630,570				630,570
Ordinary maint. - labor	341,665				341,665
Ordinary maint. - materials	165,203				165,203
Ordinary maint. - contract costs	137,928				137,928
Employee ben. Contr. - ord. main.	132,863				132,863
Protective services - labor	24,042				24,042
Protective services - contract costs	30,000				30,000
Employee ben. Contr. - prot. Ser.	9,349				9,349
Insurance premiums	201,073				201,073
Other general expenses	23,322				23,322
Payments in lieu of taxes	38,695				38,695
Bad debts - tenants	15,748				15,748
Depreciation	<u>1,070,162</u>	-	-	<u>166,684</u>	<u>1,236,846</u>
Total operating expenses	<u>3,339,219</u>	-	<u>32,411</u>	<u>226,057</u>	<u>3,597,687</u>
Operating income (loss)	<u>(1,390,253)</u>	-	-	<u>(166,684)</u>	<u>(1,556,937)</u>

NON-OPERATING REVENUE (EXPENSE)

Capital grants				1,404,885	1,404,885
Investment income	<u>11,529</u>			-	<u>11,529</u>
Total non-operating revenue	<u>11,529</u>			<u>1,404,885</u>	<u>1,416,414</u>
Change in net assets	<u>(1,378,724)</u>	-		<u>1,238,201</u>	<u>(140,523)</u>

See notes to financial statements.

Total net assets, beginning	5,981,196	1,814,334	-	3,281,215
Interfund transfers of equity	<u>2,997,983</u>	<u>(1,814,334)</u>	<u>-</u>	<u>(1,183,649)</u>
Total net assets, ending	<u>7,600,455</u>	<u>-</u>	<u>3,335,767</u>	<u>-</u>
Change in net assets of business-type activities				<u>(140,523)</u>

OPELOUSAS HOUSING AUTHORITY
STATEMENT OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS
Year Ended June 30, 2005

	<u>Low Rent</u>	<u>CIAP & CGP</u>	<u>Drug Elimination</u>	<u>Capital Funding</u>	<u>Total Enterprise Funds</u>
<u>Cash flows from operating activities:</u>					
Cash received from tenants	\$1,028,794	\$	\$	\$	\$1,028,794
Cash received from					
HUD - operations	912,251		32,411	59,375	1,004,037
Other operating revenues	9,570				9,570
Cash payments to suppliers	(1,586,280)		(50,481)	(59,375)	(1,696,136)
Cash payments to employees	(619,925)			-	(619,925)
Net cash provided (used) by					
operating activities	(255,590)		(18,070)	-	(273,660)
<u>Cash flows from non-capital financing activities</u>					
Interfund transfers	(18,070)		18,070		-
Refunds of tenant security deposits	(50)		-	-	(50)
Net cash provided (used) by					
non-capital financing activities	(18,120)	-	18,070	-	(50)
<u>Cash flows from capital and related financing activities</u>					
Acquisition and construction					
of capital assets				(1,404,883)	(1,404,883)
Capital grants received		-	-	1,404,883	1,404,883
Net cash provided (used) by capital					
And related financing activities		-	-	-	-
<u>Cash flows from investing activities</u>					
Investment income	11,547		-	-	11,547
Net cash provided (used) by					
investing activities	11,547			-	11,547
Net increase (decrease) in cash and					
cash equivalents	(262,163)				(262,163)
Cash and cash equivalents					
at July 1, 2004	908,747				908,747
Cash and cash equivalents					
at June 30, 2005	646,584				646,584
	=====	=====	=====	=====	=====

See accompanying notes to financial statements.

	<u>Low Rent</u>	<u>CIAP & CGP</u>	<u>Drug Elimination</u>	<u>Capital Funding</u>	<u>Total Enterprise Funds</u>
<u>Reconciliation of operating income (loss)</u> <u>to net cash provided (used) by</u> <u>operating activities:</u>					
Operating income (loss)	\$(1,390,253)	\$	\$	\$(166,684)	\$(1,556,937)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	1,070,162			166,684	1,236,846
Changes in assets and liabilities:					
(Increase) decrease in accounts receivable	1,649				1,649
(Increase) decrease in accrued interest receivable	18				18
(Increase) decrease in inventories	2,730				2,730
(Increase) decrease in prepaid expenses and other assets	2,479				2,479
Increase (decrease) in accounts payable	(65,854)				(65,854)
Increase (decrease) in wages and benefits payable	4,595				4,595
Increase (decrease) in accounts payable - HUD			(18,070)		(18,070)
Increase (decrease) in accrued PILOT and other payables	(3)				(3)
Increase (decrease) in compensated absences payable	<u>118,887</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>118,887</u>
Total adjustments	<u>1,134,663</u>	<u>-</u>	<u>(18,070)</u>	<u>166,684</u>	<u>1,283,277</u>
Net cash provided (used) by operating activities	<u>(255,590)</u>	<u>=====</u>	<u>(18,070)</u>	<u>=====</u>	<u>(273,660)</u>

OPELOUSAS HOUSING AUTHORITY
Opelousas, Louisiana
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

INTRODUCTION

The Opelousas Housing Authority (authority) was created by Louisiana Revised Statute (LSA-R.S.) 40.391 to engage in the acquisition, development, and administration of a low rent housing program to provide safe, sanitary, and affordable housing to the citizens of Opelousas, Louisiana.

The authority is administered by a five-member board appointed by the Mayor of the City of Opelousas, Louisiana. Members of the board serve five-year terms.

Under the United States Housing Act of 1937, as amended, the U.S. Department of Housing and Urban Development (HUD) has direct responsibility for administering low rent housing programs in the United States. Accordingly, HUD has entered into an annual contributions contract with the authority for the purpose of assisting the authority in financial the acquisition, construction, and leasing of housing units and to make annual contributions (subsidies) to the authority for the purpose of maintaining this low rent character.

At June 30, 2005, the authority manages 690 public housing units and three capital funding programs.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements of the authority have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

Financial Reporting Entity

GASB Codification Section 2100 defines criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Because the authority is legally separate and fiscally independent, the authority is a separate governmental reporting entity.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

The authority is a related organization of the City of Opelousas, Louisiana, since the mayor appoints a voting majority of the authority's governing board. The City of Opelousas, Louisiana is not financially accountable for the authority as it cannot impose its will on the authority and there is no potential for the authority to provide financial benefit to, or impose financial burdens on, the City of Opelousas, Louisiana. Accordingly, the authority is not a component unit of the financial reporting entity of the City of Opelousas, Louisiana.

The financial statements include all funds and activities that are within the oversight responsibility of the authority.

GASB Codification Section 2100 defines criteria for determining which component units should be considered part of the authority for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. These criteria include:

1. Appointing a voting majority of an organization's governing body, and
 - a. The ability of the authority to impose its will on that organization and/or
 - b. The potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the authority.
2. Organizations for which the authority does not appoint a voting majority, but are fiscally dependent on the authority.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

The authority has no component units.

Fund Accounting

The authority uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

The authority accounts for its business-type activities as proprietary funds.

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Operating income reported in proprietary fund financial statements

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

Includes revenues and expenses related to the primary, continuing operations of the fund. Principal operating revenues for proprietary funds are charges to tenants for rents or other services as well as operating subsidies received from HUD. Principal operating expenses are the costs of providing these services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

Basis of Accounting

The accrual basis of accounting is utilized by proprietary funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

Budgets

The authority prepares its financial statements in accordance with generally accepted accounting principles. In accordance with the provisions of its annual contributions contract with the Department of Housing and Urban Development, the authority prepares an annual budget. This budget is prepared in conformity with the accounting practices prescribed by HUD, which is a comprehensive basis of accounting other than generally accepted accounting principles. Because of the differences in accounting practices, no budgetary information is provided in this report.

The following are the budgetary practices prescribed by HUD and used by the authority:

The Executive Director prepares a proposed budget and submits same to the Board of Commissioners no later than thirty days prior to the beginning of each fiscal year. Following discussion and acceptance of the budget by the Board, it is sent to HUD for approval. Upon approval by HUD, the budget is formally adopted. Any budgetary amendments require the approval of the Executive Director and the Board of Commissioners. Any budgetary appropriations lapse at the end of each fiscal year.

Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing demand deposits. Cash equivalents include amounts in certificates of deposit with original maturities of 90 days or less. Under state law, the authority may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

Under state law, the authority may invest in United States bonds, treasury notes, or

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

certificates. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

Prepaid Items

Payments made to insurance companies for coverage that will benefit the period beyond June 30, 2005 are recorded as prepaid insurance.

Capital Assets

Depreciation of all exhaustible capital assets used by the proprietary fund is charged as an expense against their operations. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Dwelling structures	35 years
Building improvements	15 years
Vehicles, machinery and equipment	5 years

All fixed assets are stated at historical cost.

Compensated Absences

The authority follows Civil Service guidelines pertaining to the accumulation of vacation and sick leave for all employees other than the executive director. The Board of Commissioners approved a resolution allowing the director to be paid for all accumulated annual leave upon his leaving. For all employees other than the executive director, this leave may be accumulated and carried over between fiscal years, with a maximum of 300 hours of payment of leave upon termination or retirement at their then current rate of pay. Employees do not receive payment for unused sick leave upon termination or retirement. The cost of current leave privileges, computed in accordance with GASB Codification Section C60, is recognized as a current expense in the proprietary fund. The unpaid portion of leave privileges is recorded as a current liability in the proprietary fund.

NOTE 2 - CASH AND CASH EQUIVALENTS

At June 30, 2005, the authority has cash and cash equivalents totaling \$674,384 as follows:

Interest-bearing demand deposit	\$ 673,859
Other	<u>525</u>
Total	<u>674,384</u>

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

These deposits are stated at cost, which approximates market. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At June 30, 2005, the authority has \$673,859 in deposits (bank balances), categorized below to reflect the amount of risk assumed by the authority.

GASB Category 1	\$443,784
GASB Category 2	-
GASB Category 3	<u>230,075</u>
	<u>673,859</u>
	<u>=====</u>

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statue 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the authority that the fiscal agent has failed to pay deposited funds upon demand.

NOTE 3 – RECEIVABLES

The receivables of \$362 at June 30, 2005, are as follows:

<u>Class of Receivable</u>	<u>Amount</u>
Tenants (net of allowance for doubtful accounts of \$11)	\$ <u>362</u>
Total	<u>362</u>
	<u>=====</u>

NOTE 4 – RESTRICTED ASSETS

Restricted assets were applicable to the following at June 30, 2005:

Tenant security deposits	\$ 27,800
--------------------------	-----------

NOTE 5 - CAPITAL ASSETS

The changes in fixed assets are as follows:

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

	<u>6/30/04</u>	<u>Additions</u>	<u>Deletions</u>	<u>6/30/05</u>
Land	\$ 1,182,902			\$1,182,902
Buildings	24,904,065	1,359,185		26,263,250
Equipment and vehicles	335,007	45,698		380,705
Furniture and fixtures	<u>248,226</u>			<u>248,226</u>
	26,670,200	1,404,883		28,075,083
Accumulated deprec.	<u>16,400,842</u>	<u>1,236,846</u>		<u>17,637,688</u>
	10,269,358	168,037		10,437,395
	=====	=====	=====	=====

NOTE 6 – RETIREMENT SYSTEMS

The authority participates in the Housing-Renewal and Local Agency Retirement Plan which is a defined contribution plan. The plan consists of employees of various local and regional housing authorities, urban renewal agencies, and other similar organizations. Through the plan, the authority provides pension benefits for all full-time employees. All eligible individuals must be employed for at least six months before participating in the plan. Under a defined contribution plan, benefits depend solely on amounts contributed to the plan and investment earnings. Benefits of the plan are funded by employee and employer contributions. Participants in the plan are required to make a monthly contribution of five percent of their basic (excludes overtime) compensation. The authority makes a monthly contribution equal to seven percent of each participant's basic compensation. The employer contributions and earnings allocated to each participant's account are fully vested after one year of continuous service. Normal retirement date shall be the first day of the month following the employee's sixty-fifth birthday or after ten years of participation in the plan. The authority's total payroll for the fiscal year ended June 30, 2005, was \$619,749. The authority's contributions were made based on the total covered payroll of \$605,992. The authority and the covered employees made the required contributions for the year ended June 30, 2005. Employee contributions totaled \$30,230 while the authority's contributions totaled \$42,419 for the year ended June 30, 2005.

NOTE 7 – COMPENSATED ABSENCES

At June 30, 2005, employees of the authority have accumulated and vested \$198,355 of employee leave benefits, which is presented as both current and non-current liabilities of the proprietary fund in the balance sheet. The current portion is \$152,811 while the non-current portion is \$45,544. Except as discussed above, the liability has been computed in accordance with GASB Codification Section C60.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE 8 – RISK MANAGEMENT/LITIGATION AND CLAIMS

The authority is exposed to all common perils associated with the ownership and rental of real estate properties. To minimize loss occurrence and to transfer risk, the authority carries various commercial insurance policies including property, casualty, employee dishonesty, public official's liability, business auto and other miscellaneous policies. These policies are reviewed for adequacy by management annually.

At June 30, 2005, the authority was not involved in any lawsuits or aware of any claims against it (See Note 11).

NOTE 9 – FEDERAL COMPLIANCE CONTINGENCIES

The authority is subject to possible examinations by federal regulators who determine compliance with terms, conditions, laws and regulations governing grants given to the entity in the current and prior years. These examinations may result in required refunds by the entity to federal grantors and/or program beneficiaries. No questioned or disallowed costs were noted for inclusion in our report.

NOTE 10 - COMPENSATION OF BOARD MEMBERS

As of June 30, 2005, all board members serve without compensation.

NOTE 11 – SUBSEQUENT EVENTS/CONTINGENT LIABILITIES

On September 26, 2005, the Board of Commissioners terminated the employment of its Executive Director with four years remaining on a five-year contract. The former director has since filed suit against the Opelousas Housing Authority and its commissioners. As of the date of this report the housing authority's attorney is unable to determine the amount of exposure, if any, that the Opelousas Housing Authority has in this matter. At June 30, 2005, the housing authority had accrued \$134,100 of compensated absences payable to the former director. This amount is classified as a current liability in the financial statements. Although the housing authority is contesting this amount, the \$134,100 appears reasonable based upon the agreements in effect at that time.

OPELOUSAS HOUSING AUTHORITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2005

<u>Federal Grantor/ Program Title</u>	<u>CFDA No.</u>	<u>Grant ID No.</u>	<u>Federal Award Received</u>	<u>Program Expenditures</u>
U.S. Dept. of Housing and Urban Development				
Direct Programs:				
Low-income HAP	14.850	FW-1197	\$ 912,251	\$ 912,251
Drug Elimination Programs:				
Program Year 2001	14.854	FW-1197	32,411	32,411
CFP:				
Program Year 2001	14.872	FW-1197	12,990	12,990
Program Year 2002	14.872	FW-1197	458,715	458,715
Program Year 2003	14.872	FW-1197	878,266	878,266
Program Year 2004	14.872	FW-1197	<u>114,287</u>	<u>114,287</u>
Total U.S. Dept. of Housing And Urban Development			<u>2,408,920</u>	<u>2,408,920</u>
Total federal assistance			<u>2,408,920</u> =====	<u>2,408,920</u> =====

RICHARD C. URBAN

CERTIFIED PUBLIC ACCOUNTANT

MEMBER:

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Board of Commissioners
Housing Authority of Opelousas
Opelousas, Louisiana

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY
GOVERNMENT AUDITING STANDARDS**

We have audited the financial statements of the business-type activities of the Housing Authority of the City of Opelousas, Louisiana, as of and for the year ended June 30, 2005, which collectively comprise the Housing Authority's basic financial statements and have issued our report thereon dated November 11, 2005. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

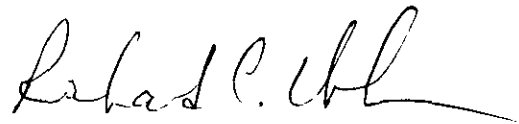
In planning and performing our audit, we considered the Housing Authority's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Housing Authority of the City of Opelousas, Louisiana's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts,

and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

This report is intended for the information of the Board of Commissioners, management, the Department of Housing and Urban Development, and the Legislative Auditor of the State of Louisiana, and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

A handwritten signature in black ink, appearing to read "Richard C. Urban", with a long horizontal flourish extending to the right.

Richard C. Urban, CPA

Opelousas, Louisiana
December 1, 2005

RICHARD C. URBAN

CERTIFIED PUBLIC ACCOUNTANT

MEMBER:

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Board of Commissioners
Housing Authority of Opelousas
Opelousas, Louisiana

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO
EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY OMB CIRCULAR A-133**

Compliance

We have audited the compliance of the Housing Authority of the City of Opelousas, Louisiana, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2005. The Housing Authority's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Housing Authority's management. Our responsibility is to express an opinion on the Housing Authority of the City of Opelousas, Louisiana's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Housing Authority's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Housing Authority of the City of Opelousas, Louisiana's compliance with those requirements.

In our opinion, the Housing Authority of the City of Opelousas, Louisiana complied, in

all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005.

Internal Control Over Compliance

The management of the Housing Authority is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Housing Authority's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended for the information of the Board of Commissioners, management, the Department of Housing and Urban Development, and the Legislative Auditor of the State of Louisiana, and is not intended to be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

A handwritten signature in black ink, appearing to read "Richard C. Urban", with a long horizontal flourish extending to the right.

Richard C. Urban, CPA

Opelousas, Louisiana
December 1, 2005

OPELOUSAS HOUSING AUTHORITY
STATUS OF PRIOR AUDIT FINDINGS
JUNE 30, 2005

The previous audit contained no findings or questioned costs.

OPELOUSAS HOUSING AUTHORITY
FINDINGS AND QUESTIONED COSTS
JUNE 30, 2005

The following have been identified as major federal programs for the year ended June 30, 2005. Program expenditures are based on the accrual basis of accounting.

<u>Federal Grantor/Program Title</u>	<u>CFDA No.</u>	<u>Grant ID No.</u>	<u>Program Expenditures</u>
U.S. Dept. of Housing and Urban Development:			
Low-income HAP	14.850	FW-1197	\$ 912,251
CFP - Program Year 2003	14.872	FW-1197	878,266

SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of the Housing Authority of the City of Opelousas, Louisiana.
2. No reportable conditions required to be reported in the Independent Auditor's Report On Internal Control Over Financial Reporting And On Compliance and Other Matters Required by Government Auditing Standards were identified during the audit of the financial statements.
3. No instances of noncompliance material to the financial statements which would be required to be reported in accordance with Government auditing Standards were disclosed during the audit.
4. No reportable conditions were identified during the audit of internal control over major federal award programs reported in the Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance Required by OMB Circular A-133.
5. The auditor's report on compliance for the major federal award programs expresses an unqualified opinion.
6. No findings were found relative to the major federal award programs.
7. The threshold for distinguishing Types A and B programs was \$500,000.
8. The Housing Authority of the City of Opelousas qualified as a low-risk auditee.

FINDINGS

No findings were noted with this audit. The management and staff of the Housing Authority are performing their duties in a very professional and competent manner.

OPELOUSAS HOUSING AUTHORITY
STATEMENT OF MODERNIZATION COSTS --
UNCOMPLETED AT JUNE 30, 2005

Annual Contributions Contract FW-1197

CAPITAL FUNDING PROGRAM LA 48PO5550102

Funds approved	\$1,302,934
Funds advanced	1,279,967
Funds expended	<u>1,279,967</u>
Excess of funds advanced over funds expended	<u>-0-</u>

CAPITAL FUNDING PROGRAM LA48PO5550103

Funds approved	\$1,011,569
Funds advanced	910,000
Funds expended	<u>910,000</u>
Excess of funds advanced over funds expended	<u>-0-</u>

CAPITAL FUNDING PROGRAM LA48PO5550104

Funds approved	\$1,183,723
Funds advanced	114,287
Funds expended	<u>114,287</u>
Excess of funds advanced over funds expended	<u>-0-</u>

OPELOUSAS HOUSING AUTHORITY
STATEMENT AND CERTIFICATION OF ACTUAL MODERNIZATION COSTS
At June 30, 2005

2001 PHASE LA 48PO5550101

FUNDS APPROVED	\$1,299,199
FUNDS EXPENDED	<u>1,299,199</u>

EXCESS OF FUNDS APPROVED	-0-
	<u>=====</u>

FUNDS ADVANCED	1,299,199
FUNDS EXPENDED	<u>1,299,199</u>

EXCESS OF FUNDS ADVANCED	-0-
	<u>=====</u>

2003 PHASE LA 48PO5550203

FUNDS APPROVED	\$ 213,653
FUNDS EXPENDED	<u>213,653</u>

EXCESS OF FUNDS APPROVED	-0-
	<u>=====</u>

FUNDS ADVANCED	213,653
FUNDS EXPENDED	<u>213,653</u>

EXCESS OF FUNDS ADVANCED	-0-
	<u>=====</u>

1. The distribution of costs by project as shown on the Final Statement of Modernization Cost submitted to HUD for approval is in agreement with the PHA's records.
2. All modernization costs have been paid and all related liabilities have been discharged through payment.

Financial Data Schedule - Balance Sheet

Financial Indicator Components

Line Item #	Account Description	Low Rent	CLAP & CCF 14.852	CFP 14.872	PHI Drug Elimination Program 14.854	TOTAL	Current Ratio	Number of Months Expected to Pay Back	Receivable Outstanding	Occupancy Loss	Net Income
	ASSETS:										
	CURRENT ASSETS										
111	Cash - unrestricted	646,584				646,584	A	646,584	A		646,584 B
112	Cash - restricted - modernization and development										
113	Cash - other restricted										
114	Cash - tenant security deposits	27,800				27,800	A	27,800	A		27,800 B
115	Cash - restricted for payment of current liability										
100	Total cash	674,384				674,384					
	Accounts and notes receivables:										
121	Accounts receivable - PHA projects										
122	Accounts receivable - HUD other projects										
124	Accounts receivable - other government										
125	Accounts receivable - miscellaneous										
126	Accounts receivable - tenants - dwelling rents	373				373			373		
126.1	Allowance for doubtful accounts - dwelling rents	(11)				(11)					
126.2	Allowance for doubtful accounts - other										
127	Notes, loans & mortgages receivable - current										
128	Fraud recovery										
128.1	Allowance for doubtful accounts - fraud										
129	Accrued interest receivable	226				226					
120	Total receivables, net of allowances for doubtful acc	588				588	A	588	A		588 B
	Current investments										
131	Investments - unrestricted										
132	Investments - restricted										
135	Investments - restricted for payment of current liability										
142	Prepaid expenses and other assets	127,284				127,284	A	127,284	A		127,284 B
143	Inventories	43,704				43,704					
143.1	Allowance for obsolete inventories	0				0					
144	Interprogram - due from										
145	Assets held for sale										
146	Amounts to be provided										
150	TOTAL CURRENT ASSETS	845,960				845,960					

Financial Data Schedule - Balance Sheet

Line Item #	Account Description	Low Rent 14.850a	CIAP & CCP 14.852 14.859	CCP 14.872	PIH Drug Eliminatio n Program 14.854	TOTAL	Financial Indicator Components					
							1	2	3	4	5	6
							Current Ratio	Number of Months Expendable Fund Balance	Ratio of Receivabl e Outstandi ng	Occupa ncy Loss	Expense Meas ure/Uti lity Consum ption	Net Income (Loss)
NONCURRENT ASSETS:												
161	Land	1,182,902				1,182,902						
162	Buildings	22,770,065		3,493,185		26,263,250						
163	Furniture, equipment & machinery - dwellings	304,091		76,614		380,705						
164	Furniture, equipment & machinery - administration	205,536		42,690		248,226						
165	Leasehold improvements											
166	Infrastructure											
167	Accumulated depreciation	(17,360,966)		(276,722)		(17,637,688)						
167	Construction in progress											
160	Total fixed assets, net of accumulated depreciation	7,101,628		3,335,767		10,437,395						
Other Non Current Assets												
171	Notes, loans & mortgages receivable - non current											
172	Notes, loans & mortgages receivable - non current - past due											
173	Grants Receivable - non current											
174	Other assets											
176	Investment in joint ventures											
180	TOTAL NONCURRENT ASSETS	7,101,628		3,335,767		10,437,395						
190	TOTAL ASSETS	7,947,588		3,335,767		11,283,355						
LIABILITIES AND EQUITY:												
LIABILITIES												
Current Liabilities												
311	Bank overdraft											
312	Accounts payable < 90 days	54,061				54,061						
313	Accounts payable > 90 days past due											
321	Accrued wage/payroll taxes payable	27,350				27,350						
322	Accrued compensated absences - current portion	22,535				22,535						
324	Accrued contingency liability											
325	Accrued interest payable											
331	Accounts payable - HUD PIA program											
332	Accounts payable - PIA Projects	38,695				38,695						
333	Accounts payable - other government	27,750				27,750						
341	Tenant security deposits											
342	Deferred revenues											
347	Current portion of Long Term debt - capital projects/mortgage revenue bonds											
348	Current portion of Long Term debt - operating borrowings	922				922						
346	Other current liabilities											
346	Accrued liabilities - other											
347	Inter program - due to											
348	Loan liability - current											
310	TOTAL CURRENT LIABILITIES	171,313				171,313						

Financial Data Schedule - Balance Sheet

Financial Indicator Components

Line Item #	Account Description	Low Rent	CLAP & CDP	CFP	PHI Drug Elimination Program	TOTAL	Current Ratio	Number of Months Expendable	Receivable	Occupancy	Net Income
351	Non Current Liabilities										
352	Long-term debt, net of current-capital project/mortgage revenue bonds										
353	Long-term debt, net of current-operating borrowings										
354	Noncurrent liabilities- other	79,500				79,500					
355	Accrued Compensated Absences - non current	34,852				34,852					
356	Loan Liability - non current										
350	TOTAL NONCURRENT LIABILITIES	134,352				134,352					
300	TOTAL LIABILITIES	305,665				305,665					
500	EQUITY										
501	Investment in general fixed assets										
502	Contributed Capital:										
503	Project notes (HUD)										
504	Long-term debt - HUD guaranteed										
505	Net HUD PHA contributions										
506	Other HUD contributions										
507	Other contributions										
508	Total contributed capital										
509	Invested in Capital Assets, Net of Related Debt	7,101,628		3,335,767		10,437,395					
510	Reserved fund balance:										
511	Reserved for operating activities										
512	Reserved for capital activities										
513	Total reserved fund balance										
514	Restricted Net Assets										
515	Undesignated fund balance/retained earnings	540,295				540,295					
516	Unrestricted Net Assets	7,641,923		3,335,767		10,977,690					
517	TOTAL EQUITY/NET ASSETS	7,947,588		3,335,767		11,283,355					
600	TOTAL LIABILITIES and EQUITY/NET ASSETS	7,947,588		3,335,767		11,283,355					
601	Proof of concept										

Financial Data Schedule - Revenue & Expenses

Financial Indicator Components

Account Description	Low Rent (A) (B)	CIAP & CDP (C) (D)	CPD (E) (F)	PHI Drug Elimination Program (G) (H)	TOTAL (I) (J)	Current Rate (K) (L)	Number of Months Expendable Fund (M) (N)	Tenant Receivable Outstanding (O) (P)	Occupancy Low Rent Program (Q) (R)	Expense (S) (T) (U) (V) (W) (X) (Y) (Z) (AA) (AB) (AC) (AD) (AE) (AF) (AG) (AH) (AI) (AJ) (AK) (AL) (AM) (AN) (AO) (AP) (AQ) (AR) (AS) (AT) (AU) (AV) (AW) (AX) (AY) (AZ) (BA) (BB) (BC) (BD) (BE) (BF) (BG) (BH) (BI) (BJ) (BK) (BL) (BM) (BN) (BO) (BP) (BQ) (BR) (BS) (BT) (BU) (BV) (BW) (BX) (BY) (BZ) (CA) (CB) (CC) (CD) (CE) (CF) (CG) (CH) (CI) (CJ) (CK) (CL) (CM) (CN) (CO) (CP) (CQ) (CR) (CS) (CT) (CU) (CV) (CW) (CX) (CY) (CZ) (DA) (DB) (DC) (DD) (DE) (DF) (DG) (DH) (DI) (DJ) (DK) (DL) (DM) (DN) (DO) (DP) (DQ) (DR) (DS) (DT) (DU) (DV) (DW) (DX) (DY) (DZ) (EA) (EB) (EC) (ED) (EE) (EF) (EG) (EH) (EI) (EJ) (EK) (EL) (EM) (EN) (EO) (EP) (EQ) (ER) (ES) (ET) (EU) (EV) (EW) (EX) (EY) (EZ) (FA) (FB) (FC) (FD) (FE) (FF) (FG) (FH) (FI) (FJ) (FK) 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REVENUE:											
703 Net tenant rental revenue	797,158				797,158						
704 Tenant revenue - other	229,987				229,987						
705 Total tenant revenue	1,027,145				1,027,145			1,027,145			
706 HUD PHA operating grants	912,251				912,251						
706.1 Capital Grants			59,373	32,411	1,004,035						1,404,885
708 Other government grants			1,404,885								
711 Investment income - unrestricted	11,529				11,529						
712 Mortgage interest income											
713 Proceeds from disposition of assets held for sale											
713.1 Cost of sale of assets											
714 Fraud recovery											
715 Other revenue	9,570				9,570						
716 Gain or loss on the sale of fixed assets											
720 Investment income - restricted											
700 TOTAL REVENUE	1,960,495		1,464,258	32,411	3,457,164						
EXPENSES:											
Administrative											
911 Administrative salaries	256,732				256,732						
912 Auditing fees	49,200				49,200						
913 Outside management fees	(2,081)				(2,081)						
914 Computerized abstracts	99,835				99,835						
915 Employee benefit contributions- administrative	73,445		59,373	32,411	165,229						
916 Other operating- administrative	477,131		59,373	32,411	568,915						
Subtotal											
Tenant services											
921 Tenant services - salaries											
922 Relocation costs											
923 Employee benefit contributions- tenant services											
924 Tenant services - other											
Subtotal											

Financial Data Schedule - Revenue & Expenses

Financial Indicator Components

Account Description	Low Rent 14.8506	CIAP & CGP 14.852, 14.859	CFP 14.872	PIH Drug Elimination Program 14.854	TOTAL	1 Current Ratio	2 Number of Months Expendable Fund Balance	3 Tenant Receivable Outstanding	4 Occupancy Loss	5 Expense Input/ Utility Consumption (for Low Rent Program Only (CFDA 14.8506))	6 Net Income (Loss)
Utilities											
931 Water	175,887				175,887					5,277 A	
932 Electricity	428,025				428,025					12,841 A	
933 Gas	26,658				26,658					800 A	
934 Fuel										- A	
935 Labor										- A	
937 Employee benefit contributions- utilities										- A	
938 Other utilities expense										- A	
Subtotal	630,570				630,570					18,918	
Ordinary maintenance & operations											
941 Ordinary maintenance and operations - labor	341,665				341,665					34,167 A	
942 Ordinary maintenance and operations - materials & other	165,203				165,203					16,520 A	
943 Ordinary maintenance and operations - contract costs	137,928				137,928					13,793 A	
945 Employee benefit contributions- ordinary maintenance	132,863				132,863					13,286 A	
Subtotal	777,659				777,659					77,766	
Protective services											
951 Protective services - labor	24,042				24,042					2,404 A	
952 Protective services- other contract costs	30,000				30,000					3,000 A	
953 Protective services - other										- A	
955 Employee benefit contributions- protective services	9,349				9,349					935 A	
Subtotal	63,391				63,391					6,339	
General expenses											
961 Insurance premiums	201,073				201,073					66,354 A	
962 Other General Expenses	23,322				23,322					7,696 A	
963 Payments in lieu of taxes	38,695				38,695					12,709 A	
964 Bad debt - tenant rents	15,748				15,748					5,197 A	
965 Bad debt- mortgages										- A	
966 Bad debt - other										- A	
967 Interest expense										- A	
968 Severance expense										- A	
Subtotal	278,838				278,838					92,016	
TOTAL OPERATING EXPENSES	2,227,589		59,373	32,411	2,319,373		2,319,373 B				

Financial Data Schedule - Revenue & Expenses

Financial Indicator Components

Account Description	Low Rent (450)	CIAP & CDP (452 & 453)	CPD (457)	PH/Dmg Elimination Program (458)	TOTAL	1 Current Issue	2 Number of Months Expendable Fund Balance	3 Tenant Receivable Outstanding	4 Occupancy Loss	5 Expense mgmt UTILITY Consumption (for rent program only) (CTDA) (455)	6 Net Income (Loss)
970 EXCESS OPERATING REVENUE OVER OPERATING EXPENSES	(267,094)	-	1,404,885	-	(267,094)						(267,094) A
971 Extraordinary maintenance											A
972 Casualty (used - non-capitalized)							B				A
973 Housing assistance payments							B				A
974 Depreciation expense	1,070,162		166,684		1,236,846						A
975 Fraud losses											A
976 Capital outlay - governmental funds											A
977 Debt principal payment - governmental funds							B				A
978 Dwelling units rent expense							B				A
900 TOTAL EXPENSES	3,297,751	-	226,057	32,411	3,556,219						
OTHER FINANCING SOURCES (USES)											
1001 Operating transfers in											
1002 Operating transfers out											
1003 Operating transfers from/to primary government											
1004 Prior Period Adjustment, Equity/Net Assets											
1005 Proceeds from notes, leases and bonds											
1006 Proceeds from property sales											
1007 Extraordinary items (net gain/loss)											
1008 Special items (net gain/loss)											
1010 TOTAL OTHER FINANCING SOURCES (USES)											
1000 EXCESS (DEFICIENCY) OF TOTAL REVENUE OVER (UNDER) TOTAL	(1,337,256)		1,238,201		(99,055)						

Financial Indicator Components

[illegible]